

**MINUTES OF THE
ECONOMIC DEVELOPMENT AND REVENUE
APPROPRIATIONS SUBCOMMITTEE**

Room W140 West Office Building, State Capitol Complex

February 5, 2007

Members Present: Sen. Bill Hickman, Co-Chairman
Rep. Sheryl Allen, Co-Chairman
Sen. Gene Davis
Sen. Dan Eastman
Rep. Jim Bird
Rep. Jackie Biskupski
Rep. Julie Fisher
Rep. Steven R. Mascaro

Staff Present: Dr. Andrea Wilko, Fiscal Analyst
Juliette M. Tennert, Fiscal Analyst
Jennifer Eyring, Committee Secretary

Note: A list of visitors and a copy of handouts are filed with the committee minutes.

Sen. Hickman called the meeting to order at 2:28 pm.

MOTION: Rep. Allen moved to approve the minutes for the January 29, 2007 meeting. The motion passed unanimously.

Dr. Andrea Wilko, Fiscal Analyst, explained the attachment titled "Motions" and supporting financial information, intent language, Federal Funds report and Tax Commission fee schedule.

MOTION: Rep. Allen moved to adopt motions 1 - 8 on the attachment titled "Motions". The motion passed unanimously.

Dr. Wilko explained the attachments that contain the prioritized and non-prioritized items not funded within Subcommittee allocations.

Regarding the following motions, please see the attachment "Joint Appropriations Subcommittee Prioritization of General/Education Fund Budget Changes", Ongoing and One-time items prioritized.

MOTION: Rep. Fisher moved to change the allocation for UBiDS from \$250,000 to \$1,000,000.

SUBSTITUTE MOTION: Rep. Biskupski moved to change the allocation for UBiDS from

\$250,000 to \$500,000. The motion passed with Rep. Fisher voting against the motion.

Rep. Allen noted that all items on the list are subject to spending caps.

MOTION: Sen. Eastman moved to approve the prioritization page as amended.

SUBSTITUTE MOTION: Sen. Davis moved to reduce the amount of one-time funds for the Motion Picture Incentive Fund by \$1,000,000, add the Leonardo as 12th on the priority list with \$1,000,000 one-time funds and to approve the prioritization page as further amended. The motion failed with Sen. Davis and Rep. Biskupski voting in favor of the motion.

SUBSTITUTE MOTION: Sen. Davis moved to reduce the amount of one-time funds for the Motion Picture Incentive Fund by \$500,000, add the Leonardo as 12th on the priority list with \$500,000 one-time funds and to approve the prioritization page as further amended. The motion passed in the House, failed in the Senate with Sen. Eastman and Sen. Hickman voting against the motion, therefore, the motion failed.

The vote was taken on the original motion. The motion passed unanimously.

For the following motions, refer to the attachment listing Ongoing and One-time Items not in priority order.

MOTION: Sen. Eastman moved that the Motor Vehicle Office Lease Increases be put as #12 on the ongoing priority list. After further discussion, the motion was withdrawn.

MOTION: Rep. Bird moved that \$30,000 be added to the one-time non-prioritized list to purchase Utah art. Rep. Bird agreed to hold on the motion pending other motions to be presented later.

An attachment was handed out to the committee that contained proposed reallocations. Dr. Wilko explained the page titled "Increases/(Reductions) Funded within Subcommittee Allocation Ongoing".

MOTION: Sen. Eastman moved to approve the page of proposed reallocations. The motion passed unanimously.

MOTION: Sen. Davis moved that the Medicaid Home and Community Care item and allocation of \$393,000 be moved to the top of the Ongoing Items Not Prioritized list above World Trade Center. The motion passed unanimously.

An attachment concerning House Bill 268: Special Group License Plate Symbol Decal Reorder Amendments by Representative Menlove was distributed to the committee and explained by Rep. Allen.

MOTION: Rep. Allen moved to approve the actions as outlined on this page. The motion

passed unanimously.

MOTION: Sen. Eastman moved that the World Trade Center item found on the Ongoing Items not in order of priority list be removed in light of the reallocation of funds to the World Trade Center in a previous motion. The motion passed unanimously.

Sen. Hickman explained the intent language concerning the Pamela Atkinson Homeless Trust Fund. See attachment.

Katherine Smith, Deputy Director, Division of Housing and Community Development, answered questions about the preliminary work done concerning the homeless youth in southern Utah.

MOTION: Rep. Biskupski moved that the word "pilot" be eliminated and that the intent language be approved as amended.

Pamela Atkinson, Community Advocate, spoke on the development of a strategic plan with the coordination of various groups and the needs of the youth.

The above motion was voted on and passed unanimously.

MOTION: Sen. Davis moved that the page containing ongoing and one-time items not in priority order be approved as amended and considered prioritized. The motion was passed unanimously.

MOTION: Sen. Davis moved to adjourn the meeting. The motion passed unanimously.

Sen. Bill Hickman, Co-Chair

Rep. Sheryl L. Allen, Co-Chair

Motions

2/5/2007 9:23

1. I move that we approve the base budgets for the Department of Community and Culture, the Governor's Office of Economic Development, USTAR, and Tax Commission listed on pages 1 through 7 with the changes to the base already adopted in HB 1 noted in yellow.
2. I move that we approve the supplemental appropriations listed on page 13.
3. I move that we approve the intent language identified on pages 10-12. I also move that any additional allocations to the committee be made non-lapsing.
4. I move that the Executive Appropriations Committee consider appropriating the \$1,408,600 currently set aside for Industrial Assistance Fund Replenishment.
5. I move that the Executive Appropriations Committee consider appropriating the \$3,000,000 in FY 2007 and \$6,000,000 in FY 2008 currently earmarked for the Tourism Marketing Performance Fund.
6. I move that we approve the Federal Funds for the Department of Community and Culture, the Tax Commission and the Governor's Office of Economic Development identified in the Issue Brief titled Federal Funds.
7. I move that we approve all items except for item number 18 on the fee schedule on pages 8-9.
8. I move that we approve item number 18 (Temporary Permit – Motor Vehicle Enforcement) on the fee schedule on pages 8-9 contingent upon the enactment of Senate Bill 106, *Motor Vehicle Business Fee Amendments*.

Notes:

Joint Appropriations Subcommittee

Prioritization of General/Education Fund Budget Changes - 2007 General Session

Ongoing Items Not Funded within Subcommittee Allocation		Running		Subj. To	
Priority #	Item	Amount	Total	Sup (Y/N)	Cap (Y/N)
1	Pamela Atkinson Homeless Trust	500,000	500,000		Y
2	Community and Culture Digitization	500,000	1,000,000		Y
3	Motion Picture Incentive Fund	3,500,000	4,500,000		Y
4	Library Development Grants	200,000	4,700,000		Y
5	Postage Rate Increases	95,000	4,795,000		Y
6	Emergency Food Network	100,000	4,895,000		Y
7	Olene Walker Housing Loan Fund	500,000	5,395,000		Y
8	Zoos	100,000	5,495,000		Y
9	Museum Grants	200,000	5,695,000		Y
10	Huntsman Cancer Institute	5,000,000	10,695,000		Y
11	Manufacturer's Extension Partnership	250,000	10,945,000		Y
Total		\$10,945,000	\$58,615,000		

One-time Items Not Funded within Subcommittee Allocation		Running			
Priority #	Item	Amount	Total		
1	Tourism Marketing Performance Fund	7,000,000	7,000,000		Y
2	KUED	1,500,000	8,500,000		Y
3	Community and Culture Digitization	1,300,000	9,800,000		Y
4	Hill Airforce Base/UBIDS	250,000	10,050,000		Y
5	Tax System Modernization	5,000,000	15,050,000		Y
6	Pamela Atkinson Homeless Trust	500,000	15,550,000		Y
7	Motion Picture Incentive Fund	1,500,000	17,050,000		Y
8	Museum Grants	500,000	17,550,000		Y
9	Shakespeare Land Purchase	2,200,000	19,750,000		Y
10	Huntsman Cancer Institute	10,000,000	29,750,000		Y
11	Weatherization	500,000	30,250,000		Y
Total		\$30,250,000	\$180,300,000		

Joint Appropriations Subcommittee

Prioritization of General/Education Fund Budget Changes - 2007 General Session

Ongoing Items Remaining Not in Priority Order		Running		Subj. To
Priority #	Item	Amount	Total	Sup (Y/N) Cap (Y/N)
	World Trade Center	350,000	350,000	Y
	DCC Research Analyst	59,600	409,600	Y
	Commission on Volunteers Grant Match	65,000	474,600	Y
	Individual Development Accounts	50,000	524,600	Y
	Motor Vehicle Office Lease Increases	296,600	821,200	Y
	Utah Humanities Council	35,000	856,200	Y
	Council for Citizen Diplomacy Contract	48,000	904,200	Y
	Hale Center Theatre	135,000	1,039,200	Y
	Working Family Development Initiative	100,000	1,139,200	Y
	Medicaid Home and Community Care	393,000	1,532,200	Y
Total		\$1,532,200	\$8,051,000	

One-time Items Remaining Not in Priority Order		Running		
Priority #	Item	Amount	Total	
	Arts Grants	200,000	200,000	Y
	Leonardo	1,000,000	1,200,000	Y
	Economic Incentive Rebates	1,719,000	2,919,000	Y
	Postage Rate Increases	95,000	3,014,000	Y
	Insurance Connector Governor Initiative	350,000	3,364,000	Y
	USU Botanical Garden	180,000	3,544,000	Y
	Pectneet School Preservation Project	150,000	3,694,000	Y
	Treehouse Museum	200,000	3,894,000	Y
	Juab County Veterans Memorial	75,000	3,969,000	Y
	American West Heritage Center	1,100,000	5,069,000	Y
	Utah Heritage Foundation	100,000	5,169,000	Y
	Southeast Utah Small Business Investment Ctr.	2,000,000	7,169,000	Y
	Utah Festival Opera	100,000	7,269,000	Y
	National Insurance Crime Bureau - MVED Equipment	250,000	7,519,000	Y
	Revolving Loan for Energy Efficient Projects Locals	20,000,000	27,519,000	Y
Total		\$27,519,000	\$113,031,000	

I move that we reallocate funding from GOED and DCC as identified below in the table below:

Increases/(Reductions) Funded within Subcommittee Allocation

Ongoing

(100,000)	Ethnic Offices
(100,000)	GOED International Development
(100,000)	GOED Talent Aquisition
40,000	Southern Utah Symphony (Arts and Museums)
60,000	Arts Aquisition (Arts and Museums)
200,000	World Trade Center (GOED)

0 Balance

House Bill 268: Special Group License Plate Symbol Decal Reorder Amendments
Representative Menlove

To Utah State Tax Commission - License Plates Production

From Dedicated Credits Revenue	2,398,200
From Beginning Nonlapsing Appropriation Balances	3,369,200
From Closing Nonlapsing Appropriation Balances	(3,335,300)
From Closing Nonlapsing Appropriation Balances	14,500

Schedule of Programs:

License Plates Production	2,432,100
License Plates Production	14,500

Legislative Action

1. Pass the following motion:

I move that we approve the adjustment to the base budget of the License Plate Production Line Item as noted in grey in the above table contingent upon passage of House Bill 268, *Special Group License Plate Symbol Decal Reorder Amendments*.

2. Approve the following intent language, contingent upon passage of House Bill 268, Special Group License Plate Symbol Decal Reorder Amendments.

It is the intent of the Legislature that \$14,500 of the \$2,432,100 provided by Item 73 of House Bill 1, State Agency and Higher Education Base Budget Appropriations (2007 General Session), for the Tax Commission, License Plates Production Line Item, be used for the reorder of special group license plate symbol decals for firefighters during fiscal year 2008 as specified in House Bill 268, Special Group License Plate Symbol Decal Reorder Amendments (2007 General Session).

3. Prioritize \$14,500 Closing Nonlapsing Appropriations Balances for the reorder of special group license plate symbol decals for firefighters during fiscal year 2008 as specified in House Bill 268, Special Group License Plate Symbol Decal Reorder Amendments.

It is the intent of the Legislature that \$250,000 of the one-time funding provided to the Pamela Atkinson Homeless Trust Fund be utilized for a pilot project for homeless youth in Southern Utah.